

GENERAL MOTORS CONCURRENT RESOLUTION

2010 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Melvin R. Brown

Senate Sponsor: _____

LONG TITLE

General Description:

This concurrent resolution of the Legislature and the Governor recognizes General Motors for offering reinstatements to 661 dealerships originally slated for termination.

Highlighted Provisions:

This resolution:

▶ recognizes General Motors for its decision to offer reinstatement to 661 dealerships it had originally planned to drop from its sales network.

Special Clauses:

None

Be it resolved by the Legislature of the state of Utah, the Governor concurring therein:

WHEREAS, General Motors, founded in 1908, is the renown manufacturer of iconic vehicles such as the Camaro, Firebird, Malibu, Chevelle, Corvette, Suburban, and Tahoe;

WHEREAS, in 2009, General Motors filed Chapter 11 Bankruptcy, and currently the United States Treasury has majority ownership of the reorganized corporation;

WHEREAS, as part of its restructuring plan, General Motors informed approximately a third of its 6,000 dealerships that it would not renew their franchise agreements once they expire in October 2010;

WHEREAS, approximately 1,100 of the dealerships affected by this announcement appealed their termination;



28 WHEREAS, Congress passed a law requiring an appeals process for dealers whose
29 franchise agreements were set to expire, and gave General Motors four months to complete the
30 process;

31 WHEREAS, General Motors has now announced that 661 of the affected dealerships
32 will be offered the option of remaining open as a General Motors franchise;

33 WHEREAS, General Motors has indicated that it chose the 661 dealerships based on
34 sales and other business factors;

35 WHEREAS, General Motors should be recognized for its willingness to change its
36 decision and allow many of its dealerships the option to remain open; and

37 WHEREAS, reinstating General Motors dealerships in Utah will have a significant
38 positive impact on the state's economy:

39 NOW, THEREFORE, BE IT RESOLVED that the Legislature of the state of Utah, the
40 Governor concurring therein, recognize General Motors for its decision to offer reinstatement
41 to 661 dealerships it had originally slated for termination.

42 BE IT FURTHER RESOLVED that a copy of this resolution be sent to the General
43 Motors Corporation.

Legislative Review Note
as of 3-9-10 9:03 AM

Office of Legislative Research and General Counsel

H.C.R. 19 - General Motors Concurrent Resolution

Fiscal Note

2010 General Session

State of Utah

State Impact

Enactment of this bill will not require additional appropriations.

Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals, businesses, or local governments.
